

Public Entity Property Insurance Program (PEPIP)

All Risk Property Summary

NAMED INSURED:	Public Entity Property Insurance Program	
POLICY TERM:	July 1, 2003 to July 1, 2004	
INSURANCE COMPANIES:	See Attached List of Proposed Companies	
COVERAGES & LIMITS:	\$ 750,000,000	Per Occurrence: All Perils, Coverages and Insureds/Members combined, subject to the following sub-limits:
	Varies	Dedicated Flood Limit – Per Occurrence & Annual Aggregate
	Varies	Dedicated Limit for Earthquake Shock – Per Occurrence & Annual Aggregate
	\$ 100,000,000	Combined Business Interruption, Extra Expense, Rental Income and Tax Interruption \$500,000 per member / \$2,500,000 maximum per occurrence limit if values are not reported by member
	\$ 10,000,000	Miscellaneous Unnamed Locations and automatic acquisition for existing Members
	\$ 1,000,000	Landscaping, tees, sand traps, greens and athletic fields (unless values specifically scheduled)
	\$ 25,000,000	Errors & Omissions
	\$ 10,000,000	Course of Construction including new project with values up to \$10,000,000
	\$ 500,000	Money & Securities
	\$ 2,500,000	Unscheduled Fine Arts
	\$ 10,000	Accidental Contamination per occurrence and annual aggregate per member with \$500,000 annual aggregate for all insureds / members
	\$ 250,000	Tunnels, bridges, dams, catwalks (except those not for public use), roadways, highways, streets, sidewalks, culverts, street lights and traffic signals unless a specific value has been declared (excluding Earthquake Shock and excluding F.E.M.A. and/or Office of Emergency Services declared disasters)
	\$ 10,000,000	Demolition and Increased Cost of Construction due to the enforcement of building codes (*We are still in the process of negotiating a higher limit.)
	\$ 10,000,000	Transit
	\$ 1,000,000	Animals; not to exceed \$25,000 per Animal
	\$ 1,000,000	Watercraft under 27 feet
	\$ 500,000	Newly Acquired Vehicles (current members with auto coverage only)
	\$ 5,000,000	Replacement power extra expense at scheduled utility locations

Public Entity Property Insurance Program (PEPIP)
2003 – 2004 Policy Term

COVERAGES & LIMITS (Cont):	\$	5,000,000	Off premises services interruption including extra expense resulting from a covered peril at non-owned/operated locations
	\$	5,000,000	Per occurrence and in the aggregate: Earthquake shock on licensed vehicles, unlicensed vehicles, contractors equipment and fine arts combined for all insureds/members combined that do not purchase optional coverage Item-A); Earthquake Shock
	\$	250,000	Per Occurrence, per member for Contingent Business Interruption, contingent rental values, and Contingent extra expense separately
	\$	25,000	Per Occurrence, Per Member for Jewelry, Furs, Precious Metals and Stones Separately
	\$	100,000	Per Occurrence, Per member for Claims Preparation
	\$	2,500,000	Expediting Expenses
	\$	50,000	Per Occurrence, per Member for Personal Property Outside of the USA
	\$	7,500,000	Per Occurrence and Annual Aggregate and shared by all Members in Declaration for Sabotage & Terrorism

**MAJOR EXCLUSIONS
(including but not limited to):**

War and Civil Risks; Third Party Liability; Professional Liability/Indemnity; Fidelity, Surety Bonds and Credit Business; Financial Guarantee; Contingency and Non-Appearance; Electronic Date Recognition Exclusion; Land and Water, Asbestos, Pollution, Seepage & Contamination, Debris Removal and Cost of Clean-Up for Pollution, limitations and exclusions, Faulty Workmanship, Worldwide computer virus, Mold, Boiler and Machinery unless coverage is purchased

VALUATION:

- Repair or Replacement Cost
- Actual Loss Sustained for Time Element Coverages
- Vehicles & Contractors Equipment / either Replacement Cost or Fair Market Value as elected by each member by declaring values in the manner losses are to be adjusted (i.e., Replacement or Fair Market)

“BASIC” DEDUCTIBLES

	Varies	Per Occurrence
\$	100,000	All Flood Zones Per Occurrence excluding Flood Zones A & V
\$	250,000	Per Occurrence for Flood Zones A & V
	5%	Per occurrence for Earthquake Shock per unit of insurance (Real & Personal Property and Time Element) subject to a \$100,000 minimum <i>except</i> for buildings constructed prior to 1940, Where Earthquake Coverage is Purchased
	10%	Per occurrence for Earthquake Shock per unit of insurance (Real & Personal Property and Time Element) subject to a \$250,000 minimum for buildings constructed prior to 1940, Where Earthquake Coverage is Purchased
\$	50,000	Per Occurrence Fine Arts For Perils of Earthquake and Flood
\$	50,000	Per Occurrence Comprehensive Vehicle Property Damage
\$	50,000	Per Occurrence Collision Vehicle Property Damage

*Public Entity Property Insurance Program (PEPIP)
2003 – 2004 Policy Term*

“BASIC” DEDUCTIBLES (Continued):	\$	1,000	Per Occurrence Specially Trained Animals
	\$	500,000	Per Occurrence Tunnels, bridges, dams, catwalks (except those not for public Use), roadways, highways, streets, sidewalks, culverts, street lights and traffic signals unless a specific value has been declared
		24 Hour Waiting Period All Perils	Service Interruption
		2.5% of Annual Tax Values per location	Tax Interruption

BROKER: **DRIVER ALLIANT INSURANCE SERVICES**
Newport Beach, CA 92660
License No. 0C36861

Please refer to your policy for a complete listing of terms, exclusions and conditions

*Analyzing insurers' over-all performance and financial strength is a task that requires specialized skills and in-depth technical understanding of all aspects of insurance company finances and operations. Insurance brokerages such as Driver Alliant Insurance Services typically rely upon rating agencies for this type of market analysis. Both A.M. Best and Standard and Poor have been industry leaders in this area for many decades, utilizing a combination of quantitative and qualitative analysis of the information available in formulating their ratings

A.m. Best has an extensive database of nearly 6,000 life/health, property casualty and international companies. You can visit them at www.ambest.com. For additional information regarding insurer financial strength ratings visit standard and poor's website at www.standardandpoors.com. To learn more about companies doing business in California, visit the california department of insurance website at www.insure.com/ratings/profiles.